STATE OF IOWA

DEPARTMENT OF COMMERCE

UTILITIES BOARD

IN RE:

INTERSTATE POWER AND LIGHT COMPANY

DOCKET NO. TF-03-356 (RPU-02-7)

ORDER APPROVING COMPLIANCE TARIFF

(Issued August 21, 2003)

On May 15, 2003, the Utilities Board (Board) issued its "Final Decision and Order" in Docket No. RPU-02-7 granting a permanent gas rate increase of \$13,333,600 to Interstate Power and Light Company (IPL). On May 28, 2003, the Board issued an order granting IPL a stay of Ordering Clauses No. 2 and No. 3 of the May 15, 2003, order until the Board issued an order addressing IPL's application for rehearing. Ordering Clause No. 2 required IPL to file a revised cost allocation study, revised class cost-of-service study, and revised tariffs on or before May 30, 2003. Ordering Clause No. 3 required IPL to file a refund plan on or before May 30, 2003.

On July 1, 2003, the Board issued an order denying IPL's request for rehearing and lifting the stay of Ordering Clauses No. 2 and 3. The Board directed IPL to comply with the two ordering clauses within 15 days. On July 16, 2003, IPL filed revised tariff sheets intended to comply with the Board's May 15, 2003, final decision and the order denying rehearing. The revised tariff rates are designed to

increase revenues by \$13,333,596. On August 14, IPL filed amended sheets to reflect needed corrections in its class cost-of-service study.

The Board has reviewed the compliance tariffs and class cost-of-service study, as revised on August 14, 2003. The revised filing appears to substantially comply with the Board's May 15, 2003, decision. The Board will, therefore, approve the proposed tariffs for service on and after August 22, 2003. The Board will address the refund plan in a separate order.

IT IS THEREFORE ORDERED:

The proposed tariffs filed by Interstate Power and Light Company on July 16, 2003, and revised on August 14, 2003, are approved effective August 22, 2003.

UTILITIES BOARD

	/s/ Diane Munns
ATTEST:	/s/ Mark O. Lambert
/s/ Judi K. Cooper Executive Secretary	/s/ Elliott Smith

Dated at Des Moines, Iowa, this 21st of August, 2003.